

APPROPRIATE PAYMENT SOURCE GUIDE

The fund source and payment procedures to be utilized in paying for out-of-home care of youth are determined by a combination of factors including legal status, living arrangement and federal regulations. The following charts detail which fund source may be used based on these factors.

This policy item does not apply to youth in the Young Adult Voluntary Foster Care (YAVFC) Program.

Note: Information on the method of county participation in state-funded care is provided in [FOM 902-19, Chargeback System](#).

Payment/ Reporting System

MiSACWIS Payments - Local office staff initiate and terminate service authorizations. Payments from county child care funds, state ward board and care funds, title IV-E funds and limited term/emergency/general funds are made from this system. Service authorizations for state run facilities must be recorded to ensure appropriate chargeback.

Legal Status, Living Arrangement , and Fund Source Tables

The following legal status, living arrangement, and fund source combinations are applicable to children through age 18. The later sections detail the different fund sources available for youth ages 19 and 20 years old.

MDHHS Supervised Temporary or Permanent Court Wards - legal status of:

- 40 - Delinquent court ward.
- 41 - Permanent court ward.
- 42 - Temporary court ward neglect.
- 90 - Delinquent court ward (40) and temporary court ward (42).
- 91 - Delinquent court ward (40) and permanent court ward (41).

Living Arrangement	Fund Source
Licensed unrelated foster home Treatment foster care Licensed relative home Emergency shelter home Child caring institution Independent living (age 18)	Title IV-E or child care fund (youth must meet an exception at age 18 see FOM 902, Funding Determinations and Title IV-E Eligibility for details)
Independent living (under age 18) Detention Court treatment facility Adult foster care home Hospital Runaway service facility	Child care fund
MDHHS training school	State ward board and care
Unlicensed relative home	Limited term/emergency/general funds

State Ward - MCI, MCI-O (PA 220 or 296) - legal status of:

- 44 - State ward - MCI - Act 220 or PA 296.
- 45 - State ward - temporary observation - MCI-O.
- 46 - State ward - delinquency - Act 150.
- 52 - MCI ward (44) and Act 150 (46).
- 92 - Act 150 (46) and temporary court ward (42).
- 93 - Act 150 (46) and permanent court ward (41).
- 94 - Delinquent court ward (40) and MCI ward (44).

Living Arrangement	Fund Source
Licensed unrelated foster home Treatment foster care Licensed relative home Emergency shelter home Child caring institution Independent living (age 18)	Title IV-E (youth must meet an exception at age 18) or state ward board and care

Unlicensed relative home Independent living (under age 18) Adult foster care home Hospital Runaway service facility Detention	State ward board and care
MDHHS training school	State ward board and care

Non-Ward, MDHHS Supervised Placement - legal status of:

- 50 - Non-ward with a delinquent petition filed.
- 51 - No Court Involvement/Voluntary Foster Care.

Living Arrangement	Fund Source
Licensed unrelated foster home Treatment foster care Licensed relative home	Child care fund or limited term/emergency/general funds
Independent living	Limited term/emergency/general funds
Emergency shelter home	Child care fund

**Age 19 and 20,
Legal Status,
Living
Arrangement, and
Fund Source**

Age 19**MDHHS Supervised Temporary or Permanent Court Wards - legal status of:**

- 40 - Delinquent court ward.
- 41 - Permanent court ward.
- 42 - Temporary court ward neglect.
- 90 - Delinquent court ward (40) and temporary court ward (42).
- 91 - Delinquent court ward (40) and permanent court ward (41).

Living Arrangement	Fund Source
Licensed unrelated foster home Treatment foster care Licensed relative home Emergency shelter home Child caring institution Independent living Detention Court treatment facility Adult foster care home Hospital Runaway service facility	Child care fund
MDHHS training school	State ward board and care
Unlicensed relative home	Limited term/emergency/general funds

State Ward - MCI, MCI-O (PA 220 or 296) - legal status of:

- 45 - State ward - temporary observation - MCI-O.
- 46 - State ward - delinquency - Act 150.
- 52 - MCI ward (44) and Act 150 (46).
- 92 - Act 150 (46) and temporary court ward (42).
- 93 - Act 150 (46) and permanent court ward (41).
- 94 - Delinquent court ward (40) and MCI ward (44).

Living Arrangement	Fund Source
Licensed unrelated foster home Treatment foster care Unlicensed/licensed relative home Emergency shelter home Child caring institution Independent living Adult foster care home Runaway service facility MDHHS training school	State ward board and care

Non-Ward, MDHHS Supervised Placement - legal status of:

- 51 - Former MCI.

Living Arrangement	Fund Source
Licensed unrelated foster home Treatment foster care Licensed relative home Independent living (No payments can be made for determination of care (DOC), placement agency foster care (PAFC) administrative rates or CCI placements).	Limited term/emergency/general funds

Age 20 - Payments are only made for youth in the Young Adult Voluntary Foster Care (YAVFC) Program; see [FOM 902-21, Young Adult Voluntary Foster Care \(YAVFC\) Funding and Payments](#).

Age 21 - No payments are made for a youth age 21 or older.